

Business Tax		
	2016	Donald Trump
Corporate Tax Rates	Top rate of 35%	Top rate of 15%
Alternative Minimum Tax	Applies to corporations	Eliminated
Pass-through Entities	Income taxed as ordinary income on individual tax return	Option to elect a flat tax of 15% on pass-through income
Capital Investments	Capitalized and depreciated	Option to expense or capitalize; If expensing, interest costs are non-deductible
Unrepatriated Earnings	Not taxed until brought back to US	One-time tax of 10% of total unrepatriated earnings
Childcare Deductions	Employer-provided day care credit capped at \$150,000	Employer provided day care credit capped at \$500,000; Additional deduction for employer contributions to employee childcare costs
Corporate Tax Deductions/Credits	Includes Research and Development credit, Domestic Production Activities Deduction, etc	Eliminate except for Research and Development
Inversion Transactions	Foreign firms owned 80% or more by US shareholders are considered US firms for tax purposes	No specific proposal

Individual Tax																	
	2016	Donald Trump															
Ordinary Income Rates	7 brackets with a top rate of 39.6%	<table border="0"> <tr> <td></td> <td style="text-align: center;"><u>Single</u></td> <td style="text-align: center;"><u>Married</u></td> </tr> <tr> <td>12%</td> <td>\$0 - 37,500</td> <td>\$0 - \$75,000</td> </tr> <tr> <td>25%</td> <td>\$37,500 – 112,500</td> <td>\$75,000 – 225,000</td> </tr> <tr> <td>33%</td> <td>over \$112,500</td> <td>over \$225,000</td> </tr> <tr> <td></td> <td colspan="2" style="text-align: center;">**Head of Household status is eliminated</td> </tr> </table>		<u>Single</u>	<u>Married</u>	12%	\$0 - 37,500	\$0 - \$75,000	25%	\$37,500 – 112,500	\$75,000 – 225,000	33%	over \$112,500	over \$225,000		**Head of Household status is eliminated	
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Standard Deduction	\$6,300 (Single) \$12,600 (Married) \$9,300 (Head of Household)	\$15,000 (Single) \$30,000 (Married) Head of Household eliminated															
Personal Exemption	\$4,050	Eliminated and included in the standard deduction															
Itemized Deductions	Phase out begins at: \$259,400 (Single) \$311,300 (Married)	Total itemized deductions capped at: \$100,000 (Single) \$200,000 (Married)															
Like-kind Exchanges	Accrued under federal law	No specific proposal															
Net Investment Income Tax	3.8% on AGI above \$200,000 (Single) \$250,000 (Married)	Eliminated															
Alternative Minimum Tax	AGI above \$200,000 (Single) \$250,000 (Married) Trusts with income over \$12,400	Eliminated															
Capital Gains/Dividends Rates	Maximum rate of 20% with a 1 year holding period	Maximum rate of 20% with a 1 year holding period															
Child/Dependent Care Expenses	Child/Dependent Care Credit limited for AGI over \$43,000	Above the line deductions for children under age 13 and for care for elderly dependent; Dependent Care Savings Accounts (DCSA) – deductible \$2,000 contribution every year															
Carried Interest	Taxed at rates on capital gains	Taxed as ordinary income															
Estate Tax	Exclusion of \$5.45 million adjusted for inflation, Top rate of 40%	Eliminated, Except for estates over \$10 million which will be subject to capital gains tax															
Gift Tax	Lifetime exclusion of \$5.45 million adjusted for inflation; Annual exclusion of \$14,000 per donee	Eliminated															
Retirement Savings Contributions	No limit on lifetime contributions	No specific proposal															

Sources: Donald Trump's tax proposals as provided on his website, the Tax Foundation website, and the Tax Policy Center's "An Analysis of Donald Trump's Revised Tax Plan," Goldman Sachs "Where they stand on key issues", and The Kiplinger Tax Letter Vol. 91, No. 21.